

Exhibit 11

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May 12, 2020

Pacific Gas & Electric Company
Attn: Cecilia Guiman
77 Beale Street, Mail Code B14L
San Francisco, CA 94105

Re: Franchise Fees Assessment for Pacific Gas & Electric Company: 77 Beale Street, Mail Code B14L, San Francisco, CA 94105

Dear Cecilia Guiman:

The City of San José ("City"), in accordance with Ordinance No. 28719 and Ordinance No. 28720 hereby notifies you that \$3,454,674.81 is now due and owing to the City for Pacific Gas & Electric Company ("PG&E") failing to file and remit to the City the required Franchise Fees on California Climate Credits as set forth below. This assessment covers the reporting periods of April 2014 through October 2019.

The City reviewed PG&E's records for the periods April 2014 through October 2019 and found that PG&E under-reported its gross receipts for purposes of calculating the franchise fees owed to the City by deducting California Climate Credits from its gross receipts. The City has made the determination that PG&E owes the City the amount specified below.

The City requests immediate payment in the amount of \$3,454,674.81. The breakdown is as follows:

Electricity Franchise Fees

Review Period: April 2014 through October 2019

Total Under-reported Franchise Fees	\$ 2,379,461.68
2% Penalty	47,589.22
1% Interest	582,660.17
Total Amount Due	<u>\$ 3,009,711.07</u>

Gas Franchise Fees

Review Period: April 2014 through October 2019

Total Under-reported Franchise Fees	\$ 398,072.77
2% Penalty	7,961.45
1% Interest	38,929.52
Total Amount Due	<u>\$ 444,963.74</u>

Re: Franchise Fees Assessment for Pacific Gas & Electric Company: 77 Beale Street, Mail Code B14L, San Francisco, CA 94105
Date: May 12, 2020
Page 2 of 3

If the City does not receive payment as set forth herein, the City is prepared to pursue all remedies available to it under the SJMC including, but not limited to, bringing a legal action seeking full compliance with the City's Franchise Fees, payment of the fees, penalties, and interest owed the City, and the City's attorneys' fees.

If you have any questions or require additional information, please do not hesitate to contact Bryan Howard at (408) 535-7039.

Sincerely,

A handwritten signature in black ink, appearing to read "Rick Bruneau", followed by a horizontal line.

Rick Bruneau
Deputy Director, Finance Department

Enclosure(s)

PROOF OF SERVICE BY MAIL

I, the undersigned, declare as follows:

I am a citizen of the United States, over the age of 18 years, and not a party to this matter. My business address is City of San José—Finance Department, Revenue Management, 200 East Santa Clara Street, 13th Floor Tower, San José, CA 95113-1905 and is located in the county where the mailing described below occurred. I am readily familiar with the City of San José's business practice for collection and processing of correspondence for mailing with the United States Postal Service. Such correspondence would be deposited with the United States Postal Service that same day in the ordinary course of business.

On May 12, 2020, I served by mail the following document

Franchise Fees Assessment for Pacific Gas & Electric Company
Under Ordinance No. 28719 and Ordinance No. 28720 of the San José Municipal Code

by depositing it, with a copy of this declaration, into a sealed envelope, with postage fully prepaid, and depositing the envelope for collection and mailing on that date with the United States Postal Service following ordinary business practices. The envelope was addressed as follows:

Pacific Gas & Electric Company
Attn: Cecilia Guiman
77 Beale Street, Mail Code B14L
San Francisco, CA 94105

I declare under penalty of perjury that the foregoing is true and correct. Executed at San José, California on May 12, 2020.



Ryan Lam, Accountant II

Pacific Gas & Electric Company

Assessment Calculated Through: 5/12/2020

Electricity Franchise Fees Audit Assessment for the periods specified below:

Period	Disallowed Gross		Franchise Fee Rate	Total		1% Interest	2% Penalty	Total Amount Due	Due Date	# of Months Past Due
	Franchise Fees	Deductions		Franchise Fees	Underreported					
Apr-14	Electricity	\$9,647,466.60	2.3%	\$221,891.73	\$	\$ 95,413.44	\$ 4,437.83	\$ 321,743.00	12/1/2016	43
Oct-14	Electricity	\$9,096,251.40	2.3%	\$209,213.78	\$	\$ 79,501.24	\$ 4,184.28	\$ 292,899.30	4/15/2017	38
Apr-15	Electricity	\$7,617,542.60	2.3%	\$175,203.48	\$	\$ 64,825.29	\$ 3,504.07	\$ 243,532.84	6/1/2017	37
Oct-15	Electricity	\$7,625,462.00	2.3%	\$175,385.63	\$	\$ 59,631.11	\$ 3,507.71	\$ 238,524.45	9/1/2017	34
Apr-16	Electricity	\$8,674,441.80	2.3%	\$199,512.16	\$	\$ 61,848.77	\$ 3,990.24	\$ 265,351.17	12/1/2017	31
Oct-16	Electricity	\$8,761,173.20	2.3%	\$201,506.98	\$	\$ 52,391.82	\$ 4,030.14	\$ 257,928.94	4/15/2018	26
Apr-17	Electricity	\$5,400,867.20	2.3%	\$124,219.95	\$	\$ 31,054.99	\$ 2,484.40	\$ 157,759.34	6/1/2018	25
Oct-17	Electricity	\$4,342,553.40	2.3%	\$99,878.73	\$	\$ 21,973.32	\$ 1,997.57	\$ 123,849.62	9/1/2018	22
Apr-18	Electricity	\$12,337,483.00	2.3%	\$283,762.11	\$	\$ 53,914.80	\$ 5,675.24	\$ 343,352.15	12/1/2018	19
Oct-18	Electricity	\$12,374,957.80	2.3%	\$284,624.03	\$	\$ 39,847.36	\$ 5,692.48	\$ 330,163.87	4/15/2019	14
Apr-19	Electricity	\$8,802,959.80	2.3%	\$202,468.08	\$	\$ 18,222.13	\$ 4,049.36	\$ 224,739.57	9/1/2019	9
Oct-19	Electricity	\$8,773,697.00	2.3%	\$201,795.03	\$	\$ 4,035.90	\$ 4,035.90	\$ 209,866.83	4/15/2020	2
Totals				\$103,454,855.80	2.3%	\$2,379,461.68	\$ 47,589.22	\$ 582,660.17	\$ 3,009,711.07	

Total Under-reported Franchise Fees \$2,379,461.68

2% Penalty \$ 47,589.22

1% Interest \$ 582,660.17

Total Amount Due \$3,009,711.07

Please remit payment to: City of San Jose - Finance

Attn: Curtis Satake

200 E. Santa Clara St., 13th Floor

San Jose, CA 95113

Pacific Gas & Electric Company

Assessment Calculated Through: 5/12/2020

Gas Franchise Fees Audit Assessment for the periods specified below:

Period	Utility	Disallowed Gross		Franchise Fee Rate	Franchise Fee	Total		1% Interest	2% Penalty	Total Amount Due	# of Months Due Date	# of Months Past Due
		Franchise Fees	Deductions			Underreported	Franchise Fees					
Oct-18	Gas	\$9,344,811.20		2.3%	\$214,930.66	\$	\$214,930.66	\$	\$4,298.61	\$247,170.26	6/1/2019	13
Apr-19	Gas	\$7,962,700.60		2.3%	\$183,142.11	\$	\$183,142.11	\$	\$3,662.84	\$197,793.48	12/1/2019	6
Totals		\$17,307,511.80		2.3%	\$398,072.77	\$	\$398,072.77	\$	\$7,961.45	\$444,963.74		

Total Under-reported Franchise Fees \$398,072.77
 2% Penalty \$ 7,961.45
 1% Interest \$ 38,929.52
Total Amount Due \$444,963.74

Please remit payment to: City of San Jose - Finance
 Attn: Curtis Satake
 200 E. Santa Clara St., 13th Floor
 San Jose, CA 95113

May 12, 2020

Pacific Gas & Electric Company
Attn: Cecilia Guiman
77 Beale Street, Mail Code B14L
San Francisco, CA 94105

Re: Utility Users Tax Assessment for Pacific Gas & Electric Company: 77 Beale Street, Mail Code B14L, San Francisco, CA 94105

Dear Cecilia Guiman:

The City of San José ("City"), in accordance with the Utility Users Tax ("UUT") parameters specified in San José Municipal Code ("SJMC") Chapter 4.68, hereby notifies you that \$10,980,656.94 is now due and owing to the City for Pacific Gas & Electric Company ("PG&E") failing to file and remit to the City the required UUT. This assessment covers the reporting periods of April 2014 through October 2019 and is in addition to the Electricity and Gas UUT assessments issued to PG&E on September 9, 2019.

The City reviewed PG&E's records for the periods April 2014 through October 2019 and found that PG&E under-reported the City's UUT by deducting California Climate Credits from its gross charges billed for gas or electricity. Accordingly, the City's UUT should be calculated based on the gross charges for gas or electricity, rather than that amount net of California Climate Credits. The City has made the determination that PG&E owes the City the amount specified below.

The City requests immediate payment in the amount of \$10,980,656.94. The breakdown is as follows:

<u>Electricity Utility Users Tax</u>	
<u>Review Period: April 2014 through October 2019</u>	
UUT Shortfall	\$ 5,172,742.79
UUT Penalties	1,034,548.60
UUT Interest	3,506,355.44
UUT Total Due	<u>\$ 9,713,646.83</u>

<u>Gas Utility Users Tax</u>	
<u>Review Period: April 2014 through October 2019</u>	
UUT Shortfall	\$ 865,375.59
UUT Penalties	173,075.12
UUT Interest	228,559.40
UUT Total Due	<u>\$ 1,267,010.11</u>

Re: Utility Users Tax Assessment for Pacific Gas & Electric Company: 77 Beale Street, Mail Code B14L, San Francisco, CA 94105
Date: May 12, 2020
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Right of Appeal

SJMC Section 4.68.160 provides that you may, within fifteen calendar days after the mailing of this letter, file a written notice of appeal to the Director of Finance for a hearing on the amount assessed at the address indicated on this letterhead. If your request is not made within fifteen calendar days after the mailing of this notice, the assessment as set forth herein will be final and conclusive.

If the City does not receive payment as set forth herein, the City is prepared to pursue all remedies available to it under the SJMC including, but not limited to, bringing a legal action seeking full compliance with the City's UUT, payment of the tax, penalties, and interest owed the City, and the City's attorneys' fees.

If you have any questions or require additional information, please do not hesitate to contact Bryan Howard at (408) 535-7039.

Sincerely,



Rick Bruneau
Deputy Director, Finance Department

Enclosure(s)

PROOF OF SERVICE BY MAIL

I, the undersigned, declare as follows:

I am a citizen of the United States, over the age of 18 years, and not a party to this matter. My business address is City of San José—Finance Department, Revenue Management, 200 East Santa Clara Street, 13th Floor Tower, San José, CA 95113-1905 and is located in the county where the mailing described below occurred. I am readily familiar with the City of San José's business practice for collection and processing of correspondence for mailing with the United States Postal Service. Such correspondence would be deposited with the United States Postal Service that same day in the ordinary course of business.


On May 12, 2020, I served by mail the following document

Utility Users Tax Assessment for Pacific Gas & Electric Company
Under Chapter 4.68 of the San José Municipal Code

by depositing it, with a copy of this declaration, into a sealed envelope, with postage fully prepaid, and depositing the envelope for collection and mailing on that date with the United States Postal Service following ordinary business practices. The envelope was addressed as follows:

Pacific Gas & Electric Company
Attn: Cecilia Guiman
77 Beale Street, Mail Code B14L
San Francisco, CA 94105

I declare under penalty of perjury that the foregoing is true and correct. Executed at San José, California on May 12, 2020.



Ryan Lam, Accountant II

Pacific Gas & Electric Company

Electricity Utility User Tax ("UUT") Audit Assessment for the periods specified below:

Assessment Calculated Through:

5/12/2020

Period	Utility	Total UUT Shortfall	UUT Remaining Due	1st 10% Penalty	1st Interest Accrual	2nd 10% Penalty	2nd Interest Accrual	Total Due	# of Days Due Date	# of Days Past Due
Apr-14	Electricity	\$482,373.33	\$482,373.33	\$48,237.33	\$7,850.13	\$48,237.33	\$612,881.10	\$1,199,579.22	5/27/2014	2,177
Oct-14	Electricity	\$454,812.57	\$454,812.57	\$45,481.26	\$7,401.61	\$45,481.26	\$528,878.51	\$1,082,055.21	11/25/2014	1,995
Apr-15	Electricity	\$380,877.13	\$380,877.13	\$38,087.71	\$6,198.38	\$38,087.71	\$401,880.68	\$865,131.61	5/26/2015	1,813
Oct-15	Electricity	\$381,273.10	\$381,273.10	\$38,127.31	\$6,204.83	\$38,127.31	\$361,008.18	\$824,740.73	11/25/2015	1,630
Apr-16	Electricity	\$433,722.09	\$433,722.09	\$43,372.21	\$7,058.38	\$43,372.21	\$363,955.82	\$891,480.71	5/25/2016	1,448
Oct-16	Electricity	\$438,058.66	\$438,058.66	\$43,805.87	\$7,128.95	\$43,805.87	\$319,117.95	\$851,917.30	11/28/2016	1,261
Apr-17	Electricity	\$270,043.36	\$270,043.36	\$27,004.34	\$4,394.68	\$27,004.34	\$168,276.23	\$496,722.95	5/25/2017	1,083
Oct-17	Electricity	\$217,127.67	\$217,127.67	\$21,712.77	\$3,533.53	\$21,712.77	\$111,402.56	\$375,489.30	11/27/2017	897
Apr-18	Electricity	\$616,874.15	\$616,874.15	\$61,687.42	\$10,038.99	\$61,687.42	\$251,157.36	\$1,001,445.34	5/25/2018	718
Oct-18	Electricity	\$618,747.89	\$618,747.89	\$61,874.79	\$10,069.49	\$61,874.79	\$184,180.06	\$936,747.02	11/26/2018	533
Apr-19	Electricity	\$440,147.99	\$440,147.99	\$44,014.80	\$7,162.96	\$44,014.80	\$83,350.77	\$618,691.32	5/28/2019	350
Oct-19	Electricity	\$438,684.85	\$438,684.85	\$43,868.49	\$7,139.15	\$43,868.49	\$36,085.14	\$569,646.12	11/25/2019	169
Totals		\$5,172,742.79	\$5,172,742.79	\$517,274.30	\$84,181.08	\$517,274.30	\$3,422,174.36	\$9,713,646.83		

Total UUT Shortfall	\$5,172,742.79
1st 10% Penalty	\$517,274.30
1st Interest (0-30 days past due)	\$84,181.08
2nd 10% Penalty	\$517,274.30
2nd Interest (30+ days past due)	\$3,422,174.36
Total UUT Assessment Amount Due	\$ 9,713,646.83

Please remit payment to: City of San Jose - Finance
Attn: Curtis Satake
200 E. Santa Clara St., 13th Floor
San Jose, CA 95113

Pacific Gas & Electric Company

Gas Utility User Tax ("UUT") Audit Assessment for the periods specified below:

Assessment Calculated Through: 5/12/2020

Period	Utility	Total UUT Shortfall	UUT Remaining Due	1st 10% Penalty	1st Interest Accrual	2nd 10% Penalty	2nd Interest Accrual	Total Due	# of Days Due Date	# of Days Past Due
Oct-18	Gas	\$467,240.56	\$467,240.56	\$46,724.06	\$7,603.86	\$46,724.06	\$139,081.52	\$707,374.06	11/26/2018	533
Apr-19	Gas	\$398,135.03	\$398,135.03	\$39,813.50	\$6,479.24	\$39,813.50	\$75,394.78	\$559,636.05	5/28/2019	350
Total		\$865,375.59	\$865,375.59	\$86,537.56	\$14,083.10	\$86,537.56	\$214,476.30	\$1,267,010.11		

Total UUT Shortfall	\$865,375.59
1st 10% Penalty	\$86,537.56
1st Interest (0-30 days past due)	\$14,083.10
2nd 10% Penalty	\$86,537.56
2nd Interest (30+ days past due)	\$214,476.30
Total UUT Assessment Amount Due	\$ 1,267,010.11

Please remit payment to: City of San Jose - Finance
 Attn: Curtis Satake
 200 E. Santa Clara St., 13th Floor
 San Jose, CA 95113